

PUBLIC WORKS AND UTILITIES COMMITTEE

09-0685R

RESOLUTION AUTHORIZING CITY OFFICIALS TO CONTRACT WITH GORHAM OIEN MECHANICAL, INC., FOR THE INSTALLATION OF CHILLED WATER SUPPLY AND RETURN PIPING TO THE GERALD W. HEANEY FEDERAL BUILDING AND US COURTHOUSE AND CUSTOMHOUSE AT 515 WEST FIRST STREET IN THE AMOUNT OF \$58,000.

CITY PROPOSAL:

RESOLVED, that city officials and Duluth Steam Utility District No. One are hereby authorized to contract with Gorham Oien Mechanical, Inc., for the installation of district chilled water supply and return piping to the Gerald W. Heaney Federal Building and US Courthouse and Customhouse at 515 West First Street in accordance with the city's approved plans and specifications and the vendor's low bid of \$58,000, payable from Steam Fund 540, Department/Agency 920, Organization 1499, Object 5530.

Approved:

Approved for presentation to council:

\_\_\_\_\_  
Director, Public Works & Utilities  
Purchasing Agent \_\_\_\_

\_\_\_\_\_  
Chief Administrative Officer

Approved as to form:

Approved:

\_\_\_\_\_  
Attorney

\_\_\_\_\_  
Auditor

STEAM/PRCH DS:le 10/29/09

STATEMENT OF PURPOSE: This resolution authorizes a contract with Gorham Oien Mechanical, Inc., for installation of district chilled water extension into the Gerald W Heaney Federal Building and US Courthouse and Customhouse on 515 West First Street in Duluth for \$58,000, payable from the steam fund. The work will be done for the Duluth Steam Utility District No. 1 during the period of January 1 through March 31, 2010.

Expansion of chilled water to the Federal Building not only generates revenue for the Duluth Steam Coop, but allows the chiller to operate more efficiently and allocates the cost of the chilled water system, lowering the costs for all users.

The purchasing division posted a request for bids on the Duluth city website September 9, 2010. Gorham Oien Mechanical, Inc., submitted the lowest of six bids received by the closing date.

US Courthouse District Chilled Water Extension Bid No. 09-0481; Requisition 09-0481 Bids Opened October 21, 2009		
Contractor	City	\$ Base Bid
Gorham Oien Mechanical, Inc.	Mora, MN	\$58,000
Jamar Company	Duluth, MN	\$67,965
Stack Bros. Mechanical Contractors	Superior, WI	\$71,400
AG O'Brien Plumbing & Heating	Hermantown, MN	\$74,000
A.W. Kuettel & Sons, Inc.	Duluth, MN	\$74,200
Shannon's, Inc.	International Falls, MN	\$80,300